

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 6642

BILL NUMBER: SB 270

DATE PREPARED: Dec 17, 2001

BILL AMENDED:

SUBJECT: Library Administration.

FISCAL ANALYST: Valerie Ruda; Chris Baker

PHONE NUMBER: 232-9867; 232-9851

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: Local

Summary of Legislation: This bill makes various changes concerning public library administration. The bill allows employee severance pay. The bill also alters procedures for making loans and issuing notes in anticipation of future revenues and for paying claims. It adds to the list of items for which a public library may pay claims in advance of library board allowance and allows a library board to compromise claims and to designate a person to collect money or materials owed to the library.

Effective Date: Upon passage.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill gives local library boards the option to adopt the above provisions. The specific impact of this proposal is indeterminable and will depend on the individual actions of each library board in the state.

Explanation of Local Revenues: With respect to local revenues, a library board may collect money or materials or compromise the amount of money that is owed to a library. Additionally, the bill allows a library to add the costs of collection, including reasonable attorney's fees, to money or materials that are owed and collected. The impact of this proposal is indeterminable and will depend on the individual action of a library board.

Background: Currently, there are 239 public library systems in the state.

State Agencies Affected:

Local Agencies Affected: Library boards, public libraries.

Information Sources: <http://www.statelib.lib.in.us/www/lib/publib.html>